

## ANNEX II - NIS PRODUCTION

1. The NIS Production Schedule for FY 1951 was approved by the NIS Committee on 26 June 1950. It called for the production of 604 sections or the approximate equivalent of 9 complete NIS. The spate of ad hoc intelligence requirements arising out of the Korean war caused almost complete cessation of further production on the part of the Armed Forces Agencies, and to a lesser degree caused reduction in State's production effort. However, the Armed Forces Agencies continued to send in contributions that were in the process of completion at the outbreak of hostilities, so that while production dropped considerably there was at least a small steady flow of contributions during the time that additional capabilities were being developed.

2. A revised NIS production schedule was issued on 1 January 1951, and was based upon the estimated capabilities of the contributing agencies during the remainder of Fiscal Year 1951, taking into account the augmented staffs which had recently been authorized. In effect, this revised schedule called for a total production for the year of 549 sections, or approximately the equivalent of 8 NIS, which meant that the contributing agencies were required to make up most of the ground lost in the first half of the year by additional production during the second half of the year. This was found impossible, however, because of the difficulties of obtaining qualified personnel, and the time necessary to indoctrinate and train the new personnel for NIS work after they had reported for duty.

3. The production of NIS by agency for Fiscal Year 1951 is indicated in the following tables, which reflect the net production requirements resulting from the two schedules in force during the year.

Table I - July - December 1950

	Total Sections Due CIA	Total Sections Delivered to CIA	Total Defections FY 1951 (Sections)	Average Monthly Requirements (Sections)	Average Monthly Production (Sections)	Accomplishments (% of Require- ments Actually Produced)
State	92	75	17	15 1/3	12 1/2	82%
Army	91	32	59	15 1/6	5 1/3	35%
Navy	18	18	0	3	3	100%
Air Force	14	12	2	2 1/3	2	86%
CIA	15	9	6	2 1/2	1 1/2	60%
TOTALS	230	146	84	38 1/3	24 1/3	63%